SECRET			
PRECONTRACT APPROVAL RECORD (PART TWO)	CONTRACT		
The services and equipment being property of the program are in furtherance Program(s), the nature of which cannot be put sons. The Contracting Officer therefore detected accomplished by negotiations pursuant to the PL 81-110 and Class Determination and Finding 15 October 1961.	of the25 Dicly disclosed for security rea- ermines that this procurement must the authority of Section 3(a) of		
Certification of funds for this cont cedure approved by the Director of Central Ir which, in effect, results in all covert exper Checks being accumulated in a separate accour amounts in this account will be periodically vouchers by the Director. This procedure elirate certification of authority under Section gress (formerly 10(b) - see 85-507 dated 7/7/	ntelligence on 15 December 1956 nses involving issuance of Treasury nt within the Finance Division. The scheduled for certification of the liminates the necessity for a sepa- n 8(b) of Public Law 110, 81st Con-		
The following comments describe the terms and provisions generally of this contramajor issues negotiated:	act/amendment, and a resume of		
Amendment No. 9 adds additional T&M supplying two prototype system 20 designed for use in the U-2R.	funds to this Contract, 25X1A		
ceiling on the Repair spares	eduction of data ge, provide a spare \$15,027, to be utilized Technical Mowith required the cost 1 Dztz reduction out to rnzble		
Prod 333	25X1A		

FORM 2167a

25X1A

Approved For Release 2002/08FCRE CIA-RDP72B0040-R000100070007-1		
PRECONTRACT APPROVAL RECORD (PART TWO)	CONTRACT	
The services and equipment being Amend. #8 are in furtheran	g procured by this Contract No.	· FH-2515 25X1
Program(s), the nature of which cannot be sons. The Contracting Officer therefore do be accomplished by negotiations pursuant to	letermines that this procuremen	nt must

PL 81-110 and Class Determination and Finding, OXC 2122, signed by the DDCI on

Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract.

The following comments describe the procurement hereby effected, the terms and provisions generally of this contract/amendment, and a resume of major issues negotiated:

Amendment No. 8 to Contract FH-2515 extends the performance of this contract to 30 June 1968.

FORM 2167a

15 October 1961.

Approved FeeRelease 2002/86分程 CIA-RDP72B004-4R000100070007-

25X1A PRECONTRACT APPROVAL RECORD (PART TWO)

15 October 1961.

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The services and equipment being procured by this Contract No.FH-2515

Amendment No. 7 are in furtherance of the IDEALIST

Program(s), the nature of which cannot be publicly disclosed for security reasons. The Contracting Officer therefore determines that this procurement must be accomplished by negotiations pursuant to the authority of Section 3(a) of PL 81-110 and Class Determination and Finding, OXC 2122, signed by the DDCI on

Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section $\vartheta(b)$ of Public Law 110, 81st Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract.

The following comments describe the procurement hereby effected, the terms and provisions generally of this contract/amendment, and a resume of major issues negotiated:

This amendment obligates an additional \$185,000.00 and is authorized by ASD/OEL to add to the contract the design and fabrication of discrete circuits used in the System 20. The discrete circuit boards are to insure the delivery of the first prototype System 20 for flight testing by 15 September 1967 and the second prototype to be fully environmentally tested and delivered no later than 2 October 1967.

This has been a ceiling type contract and the contract is written in such a manner that the Contractor is not relieved from this ceiling. However, it has been worded in such a way that the door may be opened if the flight test proves successful and it appears the Contractor is going to incur costs at his own expense at an unreasonable amount.

BACKGROUND: The Contractor has already spent \$107,000 of his own funds which was written off by the company in the last fiscal year. He has also spent approximately \$300,000 of IR&D money in development of this program. This latter is sort of off the record, but is considered legal as this program is being treated, from a security point of view, as an in-house project.

25X1A